

### Agency Legislative Budget

The following table summarizes the total legislative budget for the agency by year, type of expenditure, and source of funding. Also included in the table is HB 447 pay plan allocation.

Agency Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	60.00	(3.43)	2.50	59.07	(3.43)	2.50	59.07	59.07
Personal Services	2,925,593	503,727	294,970	3,724,290	496,134	448,919	3,870,646	7,594,936
Operating Expenses	1,456,701	282,259	336,455	2,075,415	209,708	331,885	1,998,294	4,073,709
Grants	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0
<b>Total Costs</b>	<b>\$4,382,294</b>	<b>\$785,986</b>	<b>\$631,425</b>	<b>\$5,799,705</b>	<b>\$705,842</b>	<b>\$780,804</b>	<b>\$5,868,940</b>	<b>\$11,668,645</b>
General Fund	4,226,670	829,430	630,967	5,687,067	749,486	779,602	5,755,758	11,442,825
State/Other Special	45,247	46,933	0	92,180	46,733	0	91,980	184,160
Federal Special	110,377	(90,377)	458	20,458	(90,377)	1,202	21,202	41,660
<b>Total Funds</b>	<b>\$4,382,294</b>	<b>\$785,986</b>	<b>\$631,425</b>	<b>\$5,799,705</b>	<b>\$705,842</b>	<b>\$780,804</b>	<b>\$5,868,940</b>	<b>\$11,668,645</b>

### Agency Description

The Office of the Governor exists under authority granted in Article VI of the Montana Constitution. The Governor has constitutional and statutory authority to administer the affairs of the State of Montana. The Governor appoints all military and civil officers of the state whose appointments are provided for by statute or the constitution, grants reprieves and pardons, and serves on various boards and commissions. The Governor approves or vetoes legislation, reports to the legislature on the condition of the state, and submits a biennial executive budget. The Governor also represents the state in relations with other governments and the public.

### Agency Highlights

Governor's Office Major Budget Highlights	
<p>The legislative budget exceeds the base budget by \$2.9 million to fund:</p> <ul style="list-style-type: none"> <li>◆ New Proposals of \$1.4 million for: <ul style="list-style-type: none"> <li>• \$200,000 to implement a Board of Education staff position</li> <li>• \$600,000 to launch a Marketing Montana and Business Recruitment Program</li> <li>• \$360,000 to implement the HB 447 pay plan</li> <li>• \$257,000 to support changes in the mental health ombudsman position over the biennium comprising: <ul style="list-style-type: none"> <li>○ \$190,000 to replace discontinued federal funding</li> <li>○ \$67,000 to expand the duties and responsibilities of the office<sup>1</sup></li> </ul> </li> </ul> </li> <li>◆ Statewide and other present law adjustments of \$1.5 million to fund: <ul style="list-style-type: none"> <li>• \$227,000 in operating expenses</li> <li>• \$1.3 million in statewide present law adjustments</li> </ul> </li> <li>◆ The legislature transferred the Business Workforce Training / Grant Program to the Department of Commerce with a revised funding mechanism</li> </ul>	

<sup>1</sup> The Governor vetoed SB 385, which provides funding to expand the duties of the ombudsman. As of this writing, the override poll is in progress and it has not been determined if the veto will stand.

### Summary of Legislative Action

The legislature approved a budget increase over the base that includes \$1.5 million in statewide and present law adjustments and \$1.4 million in new proposals.

The legislature approved a statewide present law increase of nearly \$1 million for personal services and related taxes, longevity, employee benefits, and health insurance, in addition to present law increases over the biennium for computer replacement, the air transportation and mansion maintenance programs, and increased costs for extradition of prisoners.

The legislature also approved new proposals of \$1.4 million for a Board of Education staff person, a Marketing Montana and Business Recruitment program, implementation of the pay plan adopted in HB 447, and replacement of federal funds as well as funding to increase the duties for the mental health ombudsman.

### Funding

The following table summarizes funding for the agency, by program and source, as adopted by the legislature. Funding for each program is discussed in detail in the individual program narratives that follow.

		Program Funding Table					
		Clerk Of Court					
Program Funding		Base	% of Base	Budget	% of Budget	Budget	% of Budget
		FY 2004	FY 2004	FY 2006	FY 2006	FY 2007	FY 2007
01000	Total General Fund	\$ 370,709	100.0%	\$ 396,952	100.0%	\$ 411,922	100.0%
	01100 General Fund	370,709	100.0%	396,952	100.0%	411,922	100.0%
Grand Total		<u>\$ 370,709</u>	<u>100.0%</u>	<u>\$ 396,952</u>	<u>100.0%</u>	<u>\$ 411,922</u>	<u>100.0%</u>

The programs within the Governor's Office are funded primarily with general fund. Authority to spend state or federal special revenue is usually associated with special projects related to grants.

### Other Legislation

House Bill 5 - This bill provides \$20,000 general fund for an interim study of historic and cultural properties. The study is to be administered and monitored by the Governor's Office and funds are to be expended by the Department of Administration. The Governor's Office will send bills for costs associated with the study to the Department of Administration for payment because funds are appropriated to their long-range planning capital projects account.

House Bill 18 - This bill extends the duration of the State-Tribal Economic Development Commission through June 30, 2009. The bill provides an appropriation for the commission's anticipated carryover of state special revenue in the amount of \$120,000 for operating expenses and authority to spend \$2 million in federal special revenue should the commission receive federal grant funds.

House Bill 270 and 271 - These bills transfer the Business Workforce Training/Grant Program from the Governor's Office of Economic Development to the Department of Commerce and revise the funding mechanism from the Board of Investments' INTERCAP loan fund to the general fund. HB 270 moves the program, and HB 271 appropriates general fund for FY 2005. Appropriations for the 2007 biennium are in HB 2 under the Department of Commerce. There is further discussion of both bills in the Department of Commerce section of the Legislative Fiscal Report 2007 Biennium, Volume 4.

House Bill 769 - This bill appropriates \$50,000 each year of the biennium from the Department of Transportation's highway revenue account in state special revenue to establish the Rail Service Competition Council and fund its duties. The council is attached administratively to the Governor's Office, whose staff will provide budgetary and clerical services.

**Executive Budget Comparison**

The following table compares the legislative budget for the 2007 biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Base Budget Fiscal 2004	Executive Budget Fiscal 2006	Legislative Budget Fiscal 2006	Leg – Exec. Difference Fiscal 2006	Executive Budget Fiscal 2007	Legislative Budget Fiscal 2007	Leg – Exec. Difference Fiscal 2007	Biennium Difference Fiscal 06-07
FTE	60.00	59.57	59.07	(0.50)	59.57	59.07	(0.50)	
Personal Services	2,925,593	3,649,524	3,724,290	74,766	3,641,262	3,870,646	229,384	304,150
Operating Expenses	1,456,701	3,239,245	2,075,415	(1,163,830)	2,395,624	1,998,294	(397,330)	(1,561,160)
Grants	0	0	0	0	0	0	0	0
Transfers	0	380,000	0	(380,000)	0	0	0	(380,000)
<b>Total Costs</b>	<b>\$4,382,294</b>	<b>\$7,268,769</b>	<b>\$5,799,705</b>	<b>(\$1,469,064)</b>	<b>\$6,036,886</b>	<b>\$5,868,940</b>	<b>(\$167,946)</b>	<b>(\$1,637,010)</b>
General Fund	4,226,670	6,776,589	5,687,067	(1,089,522)	5,924,906	5,755,758	(169,148)	(1,258,670)
State/Other Special	45,247	472,180	92,180	(380,000)	91,980	91,980	0	(380,000)
Federal Special	110,377	20,000	20,458	458	20,000	21,202	1,202	1,660
<b>Total Funds</b>	<b>\$4,382,294</b>	<b>\$7,268,769</b>	<b>\$5,799,705</b>	<b>(\$1,469,064)</b>	<b>\$6,036,886</b>	<b>\$5,868,940</b>	<b>(\$167,946)</b>	<b>(\$1,637,010)</b>

The legislature approved a budget that was \$1.6 million lower than the executive recommendation.

Increases over the executive's recommendation included funding over the biennium for personal services support for the Office of Budget and Program Planning of \$95,000, and support for the mental health ombudsman position of \$257,000. The legislature did not approve \$500,000 for a federal relations office in Washington D.C., \$400,000 for an efficiency council, and \$380,000 in authority for an aircraft engine overhaul on the Governor's airplane. The legislature reduced operating expenses for the executive office by \$144,000 and the Marketing Montana and Business Recruitment Program by \$400,000.

The language contingencies that were not adopted addressed unanticipated increases in natural gas and electricity rates and the use of state fund dividends to reduce workers' compensation rates and promote a safer work environment. This action reduced general fund by \$1,950,000, state special revenue by \$1,170,000, and federal revenue by \$1,080,000.

### Program Legislative Budget

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding. Also included in the table is HB 447 pay plan allocation.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	25.00	(2.37)	1.00	23.63	(2.37)	1.00	23.63	23.63
Personal Services	1,231,191	239,422	138,221	1,608,834	235,733	204,202	1,671,126	3,279,960
Operating Expenses	993,697	175,021	305,193	1,473,911	115,874	305,487	1,415,058	2,888,969
Grants	0	0	0	0	0	0	0	0
<b>Total Costs</b>	<b>\$2,224,888</b>	<b>\$414,443</b>	<b>\$443,414</b>	<b>\$3,082,745</b>	<b>\$351,607</b>	<b>\$509,689</b>	<b>\$3,086,184</b>	<b>\$6,168,929</b>
General Fund	2,224,888	342,263	443,414	3,010,565	279,627	509,689	3,014,204	6,024,769
State/Other Special	0	72,180	0	72,180	71,980	0	71,980	144,160
Federal Special	0	0	0	0	0	0	0	0
<b>Total Funds</b>	<b>\$2,224,888</b>	<b>\$414,443</b>	<b>\$443,414</b>	<b>\$3,082,745</b>	<b>\$351,607</b>	<b>\$509,689</b>	<b>\$3,086,184</b>	<b>\$6,168,929</b>

### Program Description

The Executive Office Program aids the Governor in overseeing and coordinating the activities of the executive branch of Montana state government. The program provides administrative, legal, and press support and provides centralized services for the Office of the Governor. The Executive Office Program also administers programs with special impact on the citizens and governmental concerns of Montana, as well as the Office of Economic Opportunity, which was created to strengthen the foundations of the state's business environment and diversify and expand existing economic endeavors to achieve long-term economic stability.

### Program Highlights

Executive Office Program Major Budget Highlights	
♦	The legislature approved a budget increase of \$1.7 million to support: <ul style="list-style-type: none"> <li>• \$800,000 for a Board of Education staff position and the Marketing Montana and Business Recruitment Program</li> <li>• \$153,000 to implement the HB 447 pay plan</li> <li>• \$651,000 in statewide present law adjustments</li> <li>• \$115,000 in present law adjustments for operating costs</li> </ul>

**Funding**

The following table summarizes funding for the program, by source, for the base year and the 2007 biennium as appropriated by the legislature.

		Program Funding Table					
		Executive Office Program					
Program Funding		Base FY 2004	% of Base FY 2004	Budget FY 2006	% of Budget FY 2006	Budget FY 2007	% of Budget FY 2007
01000	Total General Fund	\$ 2,224,888	100.0%	\$ 3,010,565	97.7%	\$ 3,014,204	97.7%
	01100 General Fund	2,224,888	100.0%	3,010,565	97.7%	3,014,204	97.7%
02000	Total State Special Funds	-	-	72,180	2.3%	71,980	2.3%
	02787 Workforce Training	-	-	72,180	2.3%	71,980	2.3%
Grand Total		<u>\$ 2,224,888</u>	<u>100.0%</u>	<u>\$ 3,082,745</u>	<u>100.0%</u>	<u>\$ 3,086,184</u>	<u>100.0%</u>

Funding for the Executive Office is primarily general fund, with a small amount of state special revenue associated with workforce and economic development.

**Present Law Adjustments**

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments									
-----Fiscal 2006-----					-----Fiscal 2007-----				
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services				373,882					369,742
Vacancy Savings				(59,777)					(59,613)
Inflation/Deflation				(1,088)					(1,057)
Fixed Costs				30,371					(1,590)
<b>Total Statewide Present Law Adjustments</b>				<b>\$343,388</b>					<b>\$307,482</b>
DP 1 - Computer Replacement Schedule OTO									
0.00	40,736	0	0	40,736	0.00	21,641	0	0	21,641
DP 3 - Statewide FTE Reduction									
(0.37)	(23,870)	0	0	(23,870)	(0.37)	(23,793)	0	0	(23,793)
DP 4 - Decrease Operating Expenses									
0.00	(77,535)	0	0	(77,535)	0.00	(77,535)	0	0	(77,535)
DP 5 - Extradition of Prisoners									
0.00	40,800	0	0	40,800	0.00	40,800	0	0	40,800
DP 6 - Executive Staff Operating Adjustments									
0.00	15,000	0	0	15,000	0.00	15,000	0	0	15,000
DP 111 - Transfer Workforce Training Program									
(2.00)	0	(69,813)	0	(69,813)	(2.00)	0	(69,603)	0	(69,603)
DP 222 - Governor's Office Budget Increase - Partial OTO									
0.00	145,737	0	0	145,737	0.00	137,615	0	0	137,615
<b>Total Other Present Law Adjustments</b>									
(2.37)	\$140,868	(\$69,813)	\$0	\$71,055	(2.37)	\$113,728	(\$69,603)	\$0	\$44,125
<b>Grand Total All Present Law Adjustments</b>				<b>\$414,443</b>					<b>\$351,607</b>

DP 1 - Computer Replacement Schedule OTO - The legislature approved a one-time-only general fund increase of \$62,377 over the biennium for computer replacement in all programs of the Governor's Office. There are presently 61 computers. The office scheduled 32 computers for replacement in FY 2006 and 17 in FY 2007.

DP 3 - Statewide FTE Reduction - The legislature approved the permanent reduction of 0.37 FTE within the Office of Economic Development, reducing the general fund by approximately \$24,000 per year.

DP 4 - Decrease Operating Expenses - The legislature approved a general fund reduction of \$77,535 each year of the biennium for contracted services related to the Office of Economic Development. Related workload and tasks will transfer to staff positions to be filled during the 2007 biennium and funded through personal services.

DP 5 - Extradition of Prisoners - The legislature approved an increase of \$40,800 each year of the biennium for the Extradition of Prisoners Program. Under 46-30-411, MCA, the state is presented the bill from local governments for transporting individuals charged with serious crimes both directions between a pick up spot and the trial location. By law, the state is charged with auditing and paying the bill, but has no control over the variable costs driven by caseload and cost of transport. The approved increase brings the total to just under \$500,000 across the biennium.

DP 6 - Executive Staff Operating Adjustments - The legislature approved the addition of \$30,000 general fund in the 2007 biennium for travel and operating adjustments to return the program to the same operating budget as the FY 2000 level.

DP 111 - Transfer Workforce Training Program - The legislature approved the transfer of 2.00 FTE and \$139,416 of related state special revenue to the Department of Commerce from the Governor's Office of Economic Development. The FTE are attached to the Workforce Training Act that was redesigned and moved to the Department of Commerce.

DP 222 - Governor's Office Budget Increase - Partial OTO - The legislature approved \$282,862 of general fund for additional operating costs. Of this amount, \$62,587 in FY 2006 and \$53,815 in FY 2007 were designated as one-time-only funding for computer and conference room technology upgrades, staff development and training, conferences, research, and publications. The balance of this appropriation includes annual funding of \$40,000 for travel, \$19,000 toward the broadband pay plan, \$20,000 for consultants, as well as \$4,150 in FY 2006 and \$4,800 in FY 2007 for Information Technology Services Division storage and retrieval of images.

### New Proposals

New Proposals										
Program	FTE	Fiscal 2006				Fiscal 2007				
		General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 7 - Board of Education Staff Person										
01	1.00	100,000	0	0	100,000	1.00	100,000	0	0	100,000
DP 334 - Marketing Mont. & Business Recruitment (Biennial)										
01	0.00	300,000	0	0	300,000	0.00	300,000	0	0	300,000
DP 6010 - 2007 Biennium Pay Plan - HB 447										
01	0.00	43,414	0	0	43,414	0.00	109,689	0	0	109,689
<b>Total</b>	<b>1.00</b>	<b>\$443,414</b>	<b>\$0</b>	<b>\$0</b>	<b>\$443,414</b>	<b>1.00</b>	<b>\$509,689</b>	<b>\$0</b>	<b>\$0</b>	<b>\$509,689</b>

DP 7 - Board of Education Staff Person - The legislature increased general fund by \$200,000 over the biennium for 1.00 FTE for a staff person for the Board of Education to provide direction, coordination, and follow-through by assisting the Governor, who serves as the chairman of the Board of Education. The Board of Education is comprised of the members of the Board of Regents and the Board of Public Education.

DP 334 - Marketing Montana and Business Recruitment (Biennial) - The legislature approved a biennial appropriation of \$600,000 general fund for marketing Montana and business recruitment with a requirement that the agency compile information for each of the items, proposals, or programs included in the proposal and report to the Legislative Finance Committee. See the language section for reporting requirements.

DP 6010 - 2007 Biennium Pay Plan - HB 447 - The legislature passed a pay plan in HB 447 that provides an additional 3.5 percent (or \$1,005, whichever is greater) in FY 2006 and an additional 4.0 percent (or \$1,188, whichever is greater) in FY 2007, as well as \$46 per month in insurance contributions in calendar 2006 and an additional \$51 per month in calendar 2007. These amounts represent the program's allocation of costs to fund this pay plan.

**Language**

The legislature approved the following language for inclusion in HB 2. The Governor has indicated his intent to line-item veto the following language. However his authority to do so is questioned and may be challenged through legal action.

"The Marketing and Business Recruitment program of the governor's office shall develop goals, objectives, and performance indicators and submit interim reports to the legislative finance committee for the categories of personal services, institutional advertising, web site activity, travel, trade show activity, target research, promotional materials and telecommunications of the marketing Montana and business recruitment program. A written summary of interim reports must be presented to the government and transportation subcommittee at the 2007 legislative session. The dates and contents of the interim reports are:

- 1) By July 31, 2005: Provide a list of the intended results of each category. For each result, one of which must include the names of successfully recruited businesses and number of jobs created, provide a list of the performance indicators that will be used to measure the result, indicate who is responsible for ensuring attainment, and include a specific timeline indicating the stages and time needed to reach attainment.
- 2) By July 1, 2006: Provide a report on the success of meeting intended results including measures of the performance indicators, reasons for not meeting any intended results (if necessary), changes that are needed to meet intended results, and changes to performance indicators and/or timelines.
- 3) By November 15, 2006: Provide an update to the July 1, 2006, report on the success of meeting intended results including measures of the performance indicators, accomplishments to date, and if necessary, reasons for not meeting any intended results."

**Program Legislative Budget**

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding. Also included in the table is HB 447 pay plan allocation.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	1.50	0.00	0.00	1.50	0.00	0.00	1.50	1.50
Personal Services	53,188	(1,570)	1,812	53,430	(1,696)	4,799	56,291	109,721
Operating Expenses	16,295	43,614	0	59,909	43,608	0	59,903	119,812
<b>Total Costs</b>	<b>\$69,483</b>	<b>\$42,044</b>	<b>\$1,812</b>	<b>\$113,339</b>	<b>\$41,912</b>	<b>\$4,799</b>	<b>\$116,194</b>	<b>\$229,533</b>
General Fund	69,483	42,044	1,812	113,339	41,912	4,799	116,194	229,533
<b>Total Funds</b>	<b>\$69,483</b>	<b>\$42,044</b>	<b>\$1,812</b>	<b>\$113,339</b>	<b>\$41,912</b>	<b>\$4,799</b>	<b>\$116,194</b>	<b>\$229,533</b>

**Program Description**

The Mansion Maintenance Program maintains the Governor's official residence.

**Program Highlights**

Mansion Maintenance Major Budget Highlights	
♦	The 2007 legislative budget exceeds the FY 2004 base budget by \$90,600 to support: <ul style="list-style-type: none"> <li>• \$87,000 for increased operating expenses of the Governor's Mansion</li> <li>• \$6,600 to implement the HB 447 pay plan</li> <li>• A reduction of \$3,000 in statewide present law adjustments</li> </ul>

**Funding**

This program is funded with general fund.



**Present Law Adjustments**

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Present Law Adjustments										
-----Fiscal 2006-----						-----Fiscal 2007-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					581					449
Vacancy Savings					(2,151)					(2,145)
Fixed Costs					114					108
Total Statewide Present Law Adjustments					(\$1,456)					(\$1,588)
DP 1 - Mansion Operating Expenses										
	0.00	18,500	0	0	18,500	0.00	18,500	0	0	18,500
DP 222 - Mansion Maintenance Program Budget Increase - OTO										
	0.00	25,000	0	0	25,000	0.00	25,000	0	0	25,000
Total Other Present Law Adjustments										
	0.00	\$43,500	\$0	\$0	\$43,500	0.00	\$43,500	\$0	\$0	\$43,500
Grand Total All Present Law Adjustments					\$42,044					\$41,912

DP 1 - Mansion Operating Expenses - The legislature approved the addition of \$37,000 general fund across the biennium to restore the budget to the FY 2000 level.

DP 222 - Mansion Maintenance Program Budget Increase - OTO - The legislature approved a one-time-only addition of \$50,000 general fund over the biennium for increased activities and related costs at the Governor's mansion.

**New Proposals**

New Proposals										
-----Fiscal 2006-----						-----Fiscal 2007-----				
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 6010 - 2007 Biennium Pay Plan - HB 447										
02	0.00	1,812	0	0	1,812	0.00	4,799	0	0	4,799
<b>Total</b>	<b>0.00</b>	<b>\$1,812</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,812</b>	<b>0.00</b>	<b>\$4,799</b>	<b>\$0</b>	<b>\$0</b>	<b>\$4,799</b>

DP 6010 - 2007 Biennium Pay Plan - HB 447 - The legislature passed a pay plan in HB 447 that provides an additional 3.5 percent (or \$1,005, whichever is greater) in FY 2006 and an additional 4.0 percent (or \$1,188, whichever is greater) in FY 2007, as well as \$46 per month in insurance contributions in calendar 2006 and an additional \$51 per month in calendar 2007. These amounts represent the program's allocation of costs to fund this pay plan.

### Program Legislative Budget

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding. Also included in the table is HB 447 pay plan allocation.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	1.00	0.50	0.00	1.50	0.50	0.00	1.50	1.50
Personal Services	30,278	33,042	1,859	65,179	32,973	4,862	68,113	133,292
Operating Expenses	173,422	57,675	0	231,097	47,693	0	221,115	452,212
Transfers	0	0	0	0	0	0	0	0
<b>Total Costs</b>	<b>\$203,700</b>	<b>\$90,717</b>	<b>\$1,859</b>	<b>\$296,276</b>	<b>\$80,666</b>	<b>\$4,862</b>	<b>\$289,228</b>	<b>\$585,504</b>
General Fund	170,040	104,377	1,859	276,276	94,326	4,862	269,228	545,504
State/Other Special	33,660	(13,660)	0	20,000	(13,660)	0	20,000	40,000
<b>Total Funds</b>	<b>\$203,700</b>	<b>\$90,717</b>	<b>\$1,859</b>	<b>\$296,276</b>	<b>\$80,666</b>	<b>\$4,862</b>	<b>\$289,228</b>	<b>\$585,504</b>

### Program Description

The Air Transportation Program provides the Governor with air transportation.

### Program Highlights

Transportation Program Major Budget Highlights	
♦	The legislature approved a total budget that is \$178,000 greater than the FY 2004 base budget to support: <ul style="list-style-type: none"> <li>• \$150,000 toward operating expenses for increased use of the Governor's aircraft</li> <li>• \$6,700 to implement the HB 447 pay plan</li> <li>• \$21,000 in statewide present law adjustments</li> </ul>
♦	The legislature continued the agency's \$20,000 authority to expend state special revenue from airplane rental charges paid by other agencies

### Funding

The following table summarizes funding for the program, by source, for the base year and the 2007 biennium as appropriated by the legislature.

Program Funding Table						
Air Transportation Progr						
Program Funding		Base FY 2004	% of Base FY 2004	Budget FY 2006	% of Budget FY 2006	Budget FY 2007
01000	Total General Fund	\$ 170,040	83.5%	\$ 276,276	93.2%	\$ 269,228
	01100 General Fund	170,040	83.5%	276,276	93.2%	269,228
02000	Total State Special Funds	33,660	16.5%	20,000	6.8%	20,000
	02693 Air Transportation Special Rev	33,660	16.5%	20,000	6.8%	20,000
Grand Total		\$ 203,700	100.0%	\$ 296,276	100.0%	\$ 289,228

The program is funded with general fund and state special revenue from rental charges to other state agencies for use of the Governor's airplane.

**Present Law Adjustments**

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
-----Fiscal 2006-----						-----Fiscal 2007-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					11,855					11,806
Vacancy Savings					(1,685)					(1,683)
Fixed Costs					547					543
<b>Total Statewide Present Law Adjustments</b>					<b>\$10,717</b>					<b>\$10,666</b>
DP 222 - Air Transportation Program Budget Increase										
	0.50	80,000	0	0	80,000	0.50	70,000	0	0	70,000
<b>Total Other Present Law Adjustments</b>	<b>0.50</b>	<b>\$80,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$80,000</b>	<b>0.50</b>	<b>\$70,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$70,000</b>
<b>Grand Total All Present Law Adjustments</b>					<b>\$90,717</b>					<b>\$80,666</b>

DP 222 - Air Transportation Program Budget Increase - The legislature approved \$150,000 general fund over the biennium for costs associated with air travel for the Governor and staff, of which \$45,700 is for additional pilot salaries, \$40,000 for pilot training, and \$64,300 for increased fuel and maintenance.

**New Proposals**

New Proposals										
-----Fiscal 2006-----						-----Fiscal 2007-----				
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 6010 - 2007 Biennium Pay Plan - HB 447										
03	0.00	1,859	0	0	1,859	0.00	4,862	0	0	4,862
<b>Total</b>	<b>0.00</b>	<b>\$1,859</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,859</b>	<b>0.00</b>	<b>\$4,862</b>	<b>\$0</b>	<b>\$0</b>	<b>\$4,862</b>

DP 6010 - 2007 Biennium Pay Plan - HB 447 - The legislature passed a pay plan in HB 447 that provides an additional 3.5 percent (or \$1,005, whichever is greater) in FY 2006 and an additional 4.0 percent (or \$1,188, whichever is greater) in FY 2007, as well as \$46 per month in insurance contributions in calendar 2006 and an additional \$51 per month in calendar 2007. These amounts represent the program's allocation of costs to fund this pay plan.

### Program Legislative Budget

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding. Also included in the table is HB 447 pay plan allocation.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	20.00	0.00	0.00	20.00	0.00	0.00	20.00	20.00
Personal Services	1,034,136	201,404	33,968	1,269,508	199,045	86,056	1,319,237	2,588,745
Operating Expenses	135,419	17,978	0	153,397	14,563	0	149,982	303,379
Transfers	0	0	0	0	0	0	0	0
<b>Total Costs</b>	<b>\$1,169,555</b>	<b>\$219,382</b>	<b>\$33,968</b>	<b>\$1,422,905</b>	<b>\$213,608</b>	<b>\$86,056</b>	<b>\$1,469,219</b>	<b>\$2,892,124</b>
General Fund	1,169,555	219,382	33,968	1,422,905	213,608	86,056	1,469,219	2,892,124
State/Other Special	0	0	0	0	0	0	0	0
Federal Special	0	0	0	0	0	0	0	0
<b>Total Funds</b>	<b>\$1,169,555</b>	<b>\$219,382</b>	<b>\$33,968</b>	<b>\$1,422,905</b>	<b>\$213,608</b>	<b>\$86,056</b>	<b>\$1,469,219</b>	<b>\$2,892,124</b>

### Program Description

The Office of Budget and Program Planning (OBPP) assists the Governor in preparing the Governor's executive budget and administering the state government budget. In addition, OBPP prepares and monitors revenue estimates and collections, prepares and publishes fiscal notes on proposed legislation and initiatives, and acts as approving authority for operational plan changes, program transfers, and budget amendments in the executive branch, in accordance with Title 17, Chapter 7, MCA. OBPP acts as the lead executive branch agency for compliance with the federal Single Audit Act.

### Program Highlights

Office of Budget and Program Planning Major Budget Highlights	
♦	The legislature approved a budget increase of \$553,000 to support: <ul style="list-style-type: none"> <li>• A \$12,500 increase in FY 2007 for costs of preparing for the 2007 legislative session</li> <li>• \$420,000 in statewide present law adjustments</li> <li>• \$120,000 to implement the HB 447 pay plan</li> </ul>

### Funding

The Office of Budget and Program Planning is funded entirely with general fund.

**Present Law Adjustments**

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
-----Fiscal 2006-----						-----Fiscal 2007-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					252,884					250,429
Vacancy Savings					(51,480)					(51,384)
Inflation/Deflation					(49)					(47)
Fixed Costs					18,027					2,110
<b>Total Statewide Present Law Adjustments</b>					<b>\$219,382</b>					<b>\$201,108</b>
DP 104 - OBPP Session Costs										
	0.00	0	0	0	0	0.00	12,500	0	0	12,500
<b>Total Other Present Law Adjustments</b>										
	<b>0.00</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.00</b>	<b>\$12,500</b>	<b>\$0</b>	<b>\$0</b>	<b>\$12,500</b>
<b>Grand Total All Present Law Adjustments</b>					<b>\$219,382</b>					<b>\$213,608</b>

DP 104 - OBPP Session Costs - The legislature approved \$12,500 in FY 2007 for costs associated with the cyclical printing of the executive budget that do not appear in the base.

**New Proposals**

New Proposals										
-----Fiscal 2006-----						-----Fiscal 2007-----				
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 6010 - 2007 Biennium Pay Plan - HB 447										
04	0.00	33,968	0	0	33,968	0.00	86,056	0	0	86,056
<b>Total</b>	<b>0.00</b>	<b>\$33,968</b>	<b>\$0</b>	<b>\$0</b>	<b>\$33,968</b>	<b>0.00</b>	<b>\$86,056</b>	<b>\$0</b>	<b>\$0</b>	<b>\$86,056</b>

DP 6010 - 2007 Biennium Pay Plan - HB 447 - The legislature passed a pay plan in HB 447 that provides an additional 3.5 percent (or \$1,005, whichever is greater) in FY 2006 and an additional 4.0 percent (or \$1,188, whichever is greater) in FY 2007, as well as \$46 per month in insurance contributions in calendar 2006 and an additional \$51 per month in calendar 2007. These amounts represent the program's allocation of costs to fund this pay plan.

### Program Legislative Budget

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding. Also included in the table is HB 447 pay plan allocation.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	2.00	0.00	0.00	2.00	0.00	0.00	2.00	2.00
Personal Services	49,902	81,870	2,962	134,734	81,557	7,536	138,995	273,729
Operating Expenses	30,998	(6,095)	0	24,903	(6,063)	0	24,935	49,838
<b>Total Costs</b>	<b>\$80,900</b>	<b>\$75,775</b>	<b>\$2,962</b>	<b>\$159,637</b>	<b>\$75,494</b>	<b>\$7,536</b>	<b>\$163,930</b>	<b>\$323,567</b>
General Fund	69,313	87,362	2,962	159,637	87,081	7,536	163,930	323,567
State/Other Special	11,587	(11,587)	0	0	(11,587)	0	0	0
Federal Special	0	0	0	0	0	0	0	0
<b>Total Funds</b>	<b>\$80,900</b>	<b>\$75,775</b>	<b>\$2,962</b>	<b>\$159,637</b>	<b>\$75,494</b>	<b>\$7,536</b>	<b>\$163,930</b>	<b>\$323,567</b>

### Program Description

The Coordinator of Indian Affairs Program serves as the Governor's liaison with state Indian tribes, provides information and policy support on issues confronting the Indians of Montana, and advises and makes recommendations on these issues to the legislative and executive branches. The coordinator also serves the Montana congressional delegation as an advisor and intermediary in the field of Indian affairs and acts as spokesperson for representative Native American organizations and groups, both public and private, whenever that support is requested. The program is mandated by 2-15-217 and 90-11-101, MCA.

### Program Highlights

Coordinator of Indian Affairs Major Budget Highlights	
♦	The legislature approved a 2007 biennium general fund budget that is a \$162,000 increase over the 2005 biennium budget to support: <ul style="list-style-type: none"> <li>\$114,000 in statewide present law adjustments that is partially offset by a \$23,000 reduction in operating expenses</li> <li>\$10,500 to implement the pay plan provided in HB 447</li> <li>\$10,000 over the biennium for travel expenses</li> <li>\$50,000 over the biennium to increase the salary of the coordinator of Indian affairs</li> </ul>
♦	The legislature also passed and approved HB 18, which extends the duration of the State-Tribal Economic Development Commission through June 30, 2009, appropriates \$120,000 of state special revenue, and provides spending authority of \$2 million in federal special revenue should the commission receive federal grant funds

### Funding

The following table summarizes funding for the program, by source, for the base year and the 2007 biennium as appropriated by the legislature.

		Program Funding Table Coordinator Of Indian Affairs					
Program Funding		Base FY 2004	% of Base FY 2004	Budget FY 2006	% of Budget FY 2006	Budget FY 2007	% of Budget FY 2007
01000	Total General Fund	\$ 69,313	85.7%	\$ 159,637	100.0%	\$ 163,930	100.0%
	01100 General Fund	69,313	85.7%	159,637	100.0%	163,930	100.0%
02000	Total State Special Funds	11,587	14.3%	-	-	-	-
	02939 State-Tribal Economic Devel	11,587	14.3%	-	-	-	-
Grand Total		<u>\$ 80,900</u>	<u>100.0%</u>	<u>\$ 159,637</u>	<u>100.0%</u>	<u>\$ 163,930</u>	<u>100.0%</u>

The program budget is funded with general fund and state special revenue from funding of the State-Tribal Economic Development Commission. The \$11,587 state special revenue adjustment removes unused authority from the 2005 biennium.

The 2005 Legislature passed and approved HB 18, which extends the duration of the State-tribal Economic Development Commission through June 30, 2009, and biennially appropriates \$120,000 of state special revenue to accommodate anticipated carryover from previous biennia, as well as spending authority of \$2 million in federal special revenue should the commission receive federal grant funds.

### Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments									
-----Fiscal 2006-----					-----Fiscal 2007-----				
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services				61,319					60,993
Vacancy Savings				(4,449)					(4,436)
Inflation/Deflation				(32)					(31)
Fixed Costs				524					555
<b>Total Statewide Present Law Adjustments</b>				<b>\$57,362</b>					<b>\$57,081</b>
DP 1 - Eliminate Indian Econ Devel Expenditures from Base									
0.00	0	(11,587)	0	(11,587)	0.00	0	(11,587)	0	(11,587)
DP 2 - Coordinator Travel Expenses									
0.00	5,000	0	0	5,000	0.00	5,000	0	0	5,000
DP 555 - Increase Salary for Coordinator of Indian Affairs									
0.00	25,000	0	0	25,000	0.00	25,000	0	0	25,000
<b>Total Other Present Law Adjustments</b>									
<b>0.00</b>	<b>\$30,000</b>	<b>(\$11,587)</b>	<b>\$0</b>	<b>\$18,413</b>	<b>0.00</b>	<b>\$30,000</b>	<b>(\$11,587)</b>	<b>\$0</b>	<b>\$18,413</b>
<b>Grand Total All Present Law Adjustments</b>				<b>\$75,775</b>					<b>\$75,494</b>

DP 1 - Eliminate Indian Economic Development Expenditures from Base - The legislature approved a budget reduction of \$11,587 of state special revenue for the State-Tribal Economic Development Commission for each fiscal year.

DP 2 - Coordinator Travel Expenses - The legislature approved \$10,000 general fund over the biennium to restore the travel budget to allow the new coordinator of Indian affairs to meet with tribal members throughout the state.

DP 555 - Increase Salary for Coordinator of Indian Affairs - The legislature added \$50,000 for the 2007 biennium to increase the present salary for the coordinator of Indian affairs, to make it more comparable to other government officials with similar responsibilities.

### New Proposals

New Proposals										
Program	FTE	Fiscal 2006				Fiscal 2007				
		General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 6010 - 2007 Biennium Pay Plan 05	0.00	2,962	0	0	2,962	0.00	7,536	0	0	7,536
<b>Total</b>	<b>0.00</b>	<b>\$2,962</b>	<b>\$0</b>	<b>\$0</b>	<b>\$2,962</b>	<b>0.00</b>	<b>\$7,536</b>	<b>\$0</b>	<b>\$0</b>	<b>\$7,536</b>

DP 6010 - 2007 Biennium Pay Plan – HB 447 - The legislature passed a pay plan in HB 447 that provides an additional 3.5 percent (or \$1,005, whichever is greater) in FY 2006 and an additional 4.0 percent (or \$1,188, whichever is greater) in FY 2007, as well as \$46 per month in insurance contributions in calendar 2006 and an additional \$51 per month in calendar 2007. These amounts represent the program's allocation of costs to fund this pay plan.



### Program Legislative Budget

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding. Also included in the table is HB 447 pay plan allocation.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	4.00	(0.06)	0.00	3.94	(0.06)	0.00	3.94	3.94
Personal Services	210,095	27,175	6,712	243,982	26,471	17,025	253,591	497,573
Operating Expenses	33,768	912	0	34,680	1,034	0	34,802	69,482
<b>Total Costs</b>	<b>\$243,863</b>	<b>\$28,087</b>	<b>\$6,712</b>	<b>\$278,662</b>	<b>\$27,505</b>	<b>\$17,025</b>	<b>\$288,393</b>	<b>\$567,055</b>
General Fund	243,863	28,087	6,712	278,662	27,505	17,025	288,393	567,055
<b>Total Funds</b>	<b>\$243,863</b>	<b>\$28,087</b>	<b>\$6,712</b>	<b>\$278,662</b>	<b>\$27,505</b>	<b>\$17,025</b>	<b>\$288,393</b>	<b>\$567,055</b>

### Program Description

The Office of the Lieutenant Governor is responsible for carrying out duties prescribed by statute established by Article VI, Section 4 of the Montana Constitution, as well as those delegated by the Governor. Statutory authority is Title 2, Chapter 15, part 3, MCA.

### Program Highlights

Lieutenant Governor Program Major Budget Highlights	
♦	The legislature approved a total general fund budget increase of \$79,000 to support: <ul style="list-style-type: none"> <li>• \$24,000 to implement the pay plan provided in HB 447</li> <li>• \$62,000 in statewide and present law adjustments that is slightly offset by a reduction of \$6,800 to permanently eliminate 0.06 FTE</li> </ul>

### Funding

This program is funded with general fund.

### Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
-----Fiscal 2006-----						-----Fiscal 2007-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					37,188					36,455
Vacancy Savings					(6,568)					(6,550)
Inflation/Deflation					(444)					(427)
Fixed Costs					1,356					1,461
<b>Total Statewide Present Law Adjustments</b>					<b>\$31,532</b>					<b>\$30,939</b>
DP 1 - Statewide FTE Reduction	(0.06)	(3,445)	0	0	(3,445)	(0.06)	(3,434)	0	0	(3,434)
<b>Total Other Present Law Adjustments</b>	<b>(0.06)</b>	<b>(\$3,445)</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$3,445)</b>	<b>(0.06)</b>	<b>(\$3,434)</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$3,434)</b>
<b>Grand Total All Present Law Adjustments</b>					<b>\$28,087</b>					<b>\$27,505</b>

DP 1 - Statewide FTE Reduction - The legislature approved a permanent reduction of 0.06 FTE and \$6,879 general fund from the budget to make permanent a reduction made by the 2003 Legislature.

### New Proposals

New Proposals										
-----Fiscal 2006-----						-----Fiscal 2007-----				
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 6010 - 2007 Biennium Pay Plan - HB 447										
12	0.00	6,712	0	0	6,712	0.00	17,025	0	0	17,025
<b>Total</b>	<b>0.00</b>	<b>\$6,712</b>	<b>\$0</b>	<b>\$0</b>	<b>\$6,712</b>	<b>0.00</b>	<b>\$17,025</b>	<b>\$0</b>	<b>\$0</b>	<b>\$17,025</b>

DP 6010 - 2007 Biennium Pay Plan - HB 447 - The legislature passed a pay plan in HB 447 that provides an additional 3.5 percent (or \$1,005, whichever is greater) in FY 2006 and an additional 4.0 percent (or \$1,188, whichever is greater) in FY 2007, as well as \$46 per month in insurance contributions in calendar 2006 and an additional \$51 per month in calendar 2007. These amounts represent the program's allocation of costs to fund this pay plan.

### Program Legislative Budget

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding. Also included in the table is HB 447 pay plan allocation.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	1.50	0.00	0.00	1.50	0.00	0.00	1.50	1.50
Personal Services	78,051	(100)	2,243	80,194	(298)	5,809	83,562	163,756
Operating Expenses	11,610	114	0	11,724	109	0	11,719	23,443
<b>Total Costs</b>	<b>\$89,661</b>	<b>\$14</b>	<b>\$2,243</b>	<b>\$91,918</b>	<b>(\$189)</b>	<b>\$5,809</b>	<b>\$95,281</b>	<b>\$187,199</b>
General Fund	74,539	(4,864)	1,785	71,460	(5,067)	4,607	74,079	145,539
Federal Special	15,122	4,878	458	20,458	4,878	1,202	21,202	41,660
<b>Total Funds</b>	<b>\$89,661</b>	<b>\$14</b>	<b>\$2,243</b>	<b>\$91,918</b>	<b>(\$189)</b>	<b>\$5,809</b>	<b>\$95,281</b>	<b>\$187,199</b>

### Program Description

The Citizens' Advocate Office exists to provide access to state government for Montana citizens. The office provides information to citizens and functions as a referral service for public comments, suggestions, and requests for information. The office provides a toll-free number to the public.

### Program Highlights

Citizens Advocate Office Major Budget Highlights	
♦	The legislature approved a total budget that is an \$8,000 increase over the 2005 biennium budget to implement the pay plan provided in HB 447 and provide for statewide and present law adjustments
♦	The legislature increased federal funds to accommodate anticipated revenue from services provided to the Department of Public Health and Human Services regarding food stamp or Medicaid issues

### Funding

The following table summarizes funding for the program, by source, for the base year and the 2007 biennium as appropriated by the legislature.

Program Funding Table Citizens' Advocate Office							
Program Funding		Base FY 2004	% of Base FY 2004	Budget FY 2006	% of Budget FY 2006	Budget FY 2007	% of Budget FY 2007
01000	Total General Fund	\$ 74,539	83.1%	\$ 71,460	77.7%	\$ 74,079	77.7%
	01100 General Fund	74,539	83.1%	71,460	77.7%	74,079	77.7%
03000	Total Federal Special Funds	15,122	16.9%	20,458	22.3%	21,202	22.3%
	03001 Governors Office Federal Grnts	15,122	16.9%	20,458	22.3%	21,202	22.3%
Grand Total		\$ 89,661	100.0%	\$ 91,918	100.0%	\$ 95,281	100.0%

The office is funded with general fund and federal special revenue from reimbursements for services provided by the advocate's office to the Department of Public Health and Human Services (DPHHS). Services include answering toll free phone calls for DPHHS regarding food stamps and Medicaid issues.

**Present Law Adjustments**

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
-----Fiscal 2006-----						-----Fiscal 2007-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					3,148					2,942
Vacancy Savings					(3,248)					(3,240)
Fixed Costs					114					109
<b>Total Statewide Present Law Adjustments</b>					<b>\$14</b>					<b>(\$189)</b>
<b>Grand Total All Present Law Adjustments</b>					<b>\$14</b>					<b>(\$189)</b>

**New Proposals**

New Proposals										
-----Fiscal 2006-----						-----Fiscal 2007-----				
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 6010 - 2007 Biennium Pay Plan										
16	0.00	1,785	0	458	2,243	0.00	4,607	0	1,202	5,809
<b>Total</b>	<b>0.00</b>	<b>\$1,785</b>	<b>\$0</b>	<b>\$458</b>	<b>\$2,243</b>	<b>0.00</b>	<b>\$4,607</b>	<b>\$0</b>	<b>\$1,202</b>	<b>\$5,809</b>

DP 6010 - 2007 Biennium Pay Plan – HB 447 - The legislature passed a pay plan in HB 447 that provides an additional 3.5 percent (or \$1,005, whichever is greater) in FY 2006 and an additional 4.0 percent (or \$1,188, whichever is greater) in FY 2007, as well as \$46 per month in insurance contributions in calendar 2006 and an additional \$51 per month in calendar 2007. These amounts represent the program's allocation of costs to fund this pay plan.

### Program Legislative Budget

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding. Also included in the table is HB 447 pay plan allocation.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	5.00	(1.50)	1.50	5.00	(1.50)	1.50	5.00	5.00
Personal Services	238,752	(77,516)	107,193	268,429	(77,651)	118,630	279,731	548,160
Operating Expenses	61,492	(6,960)	31,262	85,794	(7,110)	26,398	80,780	166,574
<b>Total Costs</b>	<b>\$300,244</b>	<b>(\$84,476)</b>	<b>\$138,455</b>	<b>\$354,223</b>	<b>(\$84,761)</b>	<b>\$145,028</b>	<b>\$360,511</b>	<b>\$714,734</b>
General Fund	204,989	10,779	138,455	354,223	10,494	145,028	360,511	714,734
Federal Special	95,255	(95,255)	0	0	(95,255)	0	0	0
<b>Total Funds</b>	<b>\$300,244</b>	<b>(\$84,476)</b>	<b>\$138,455</b>	<b>\$354,223</b>	<b>(\$84,761)</b>	<b>\$145,028</b>	<b>\$360,511</b>	<b>\$714,734</b>

### Program Description

The Mental Disabilities Board of Visitors is charged with reviewing patient care at Montana's community mental health centers and at the institutions for the mentally ill and the developmentally disabled. The board provides legal services for the residents at those institutions. The Governor appoints five board members who may be (but are not required to be) consumers, doctors of medicine, or behavioral scientists. The board employs administrative and legal staff and contracts with medical professionals to carry out its responsibilities for patient representation and facility review. The Mental Disabilities Board of Visitors Program was created by the Developmental Disabilities Act of 1975 and the Mental Commitment and Treatment Act of 1975 and exists as a state mandate.

### Program Highlights

Mental Disabilities Board of Visitors Major Budget Highlights	
♦	Total funding increases over the 2004 base year include: <ul style="list-style-type: none"> <li>• \$27,000 to implement the HB 447 pay plan</li> <li>• \$20,000 for increased travel for the Board of Visitors</li> <li>• \$257,000 for the mental health ombudsman position over the biennium comprising: <ul style="list-style-type: none"> <li>○ \$190,000 to replace discontinued federal funding</li> <li>○ \$67,000 to expand the duties and responsibilities of the office<sup>2</sup></li> </ul> </li> </ul>
♦	The legislature approved a reduction in federal funding of \$188,000 that was discontinued by the Center for Medicare and Medicaid Services

### Funding

The office is funded with general fund.

<sup>2</sup> The Governor vetoed SB 385, which provides funding to expand the duties of the ombudsman. As of this writing, the override poll is in progress and it has not been determined if the veto will stand.

**Present Law Adjustments**

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
-----Fiscal 2006-----						-----Fiscal 2007-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					7,780					7,418
Vacancy Savings					(9,862)					(9,847)
Inflation/Deflation					(43)					(42)
Fixed Costs					1,658					1,676
<b>Total Statewide Present Law Adjustments</b>					<b>(\$467)</b>					<b>(\$795)</b>
DP 1 - Board of Visitors Operating Expenses	0.00	10,000	0	0	10,000	0.00	10,000	0	0	10,000
DP 2 - Eliminate Federal Funds from Mental Health Ombudsman	(1.50)	0	0	(94,009)	(94,009)	(1.50)	0	0	(93,966)	(93,966)
<b>Total Other Present Law Adjustments</b>	<b>(1.50)</b>	<b>\$10,000</b>	<b>\$0</b>	<b>(\$94,009)</b>	<b>(\$84,009)</b>	<b>(1.50)</b>	<b>\$10,000</b>	<b>\$0</b>	<b>(\$93,966)</b>	<b>(\$83,966)</b>
<b>Grand Total All Present Law Adjustments</b>					<b>(\$84,476)</b>					<b>(\$84,761)</b>

DP 1 - Board of Visitors Operating Expenses - The legislature approved \$20,000 general fund for the 2007 biennium to restore the program's travel and operating budget, which was removed in budget balancing efforts last session, and allow the Board of Visitors to meet the statutory obligation to visit Montana's public mental health facilities.

DP 2 - Eliminate Federal Funds from Mental Health Ombudsman - The legislature approved the removal of \$94,000 in federal funding each year of the biennium because the federal Centers for Medicare and Medicaid Services determined that the Montana mental health ombudsman and the Mental Health Board of Visitors were not eligible to be funded with federal Medicaid dollars.

**New Proposals**

New Proposals										
-----Fiscal 2006-----						-----Fiscal 2007-----				
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 444 - Replace Federal Funds for Mental Health Ombudsman										
20	1.50	95,000	0	0	95,000	1.50	95,000	0	0	95,000
DP 447 - Expand duties of the Mental Health Ombudsman (Requires Legislation)										
20	0.00	36,008	0	0	36,008	0.00	30,860	0	0	30,860
DP 6010 - 2007 Biennium Pay Plan - HB 447										
20	0.00	7,447	0	0	7,447	0.00	19,168	0	0	19,168
Total	1.50	\$138,455	\$0	\$0	\$138,455	1.50	\$145,028	\$0	\$0	\$145,028

DP 444 - Replace Federal Funds for Mental Health Ombudsman - The legislature approved this decision package as a means to replace the loss of federal funding for the mental health ombudsman. It appropriates \$95,000 general fund each year of the biennium and 1.50 FTE for the mental health ombudsman and an assistant.

DP 447 - Expand duties of the Mental Health Ombudsman - The legislature approved \$66,868 in general fund over the biennium to expand the duties of the mental health ombudsman to include families in the child protective services system.

DP 6010 - 2007 Biennium Pay Plan - HB 447 - The legislature passed a pay plan in HB 447 that provides an additional 3.5 percent (or \$1,005, whichever is greater) in FY 2006 and an additional 4.0 percent (or \$1,188, whichever is greater) in

FY 2007, as well as \$46 per month in insurance contributions in calendar 2006 and an additional \$51 per month in calendar 2007. These amounts represent the program's allocation of costs to fund this pay plan.

**Language**

The legislature approved the following language for inclusion in HB2:

"If Senate Bill No. 385 is not passed and approved, Mental Disabilities Board of Visitors is reduced by \$36,008 in fiscal year 2006 and by \$30,860 in fiscal year 2007 in general fund money."

SB 385 was passed and approved, but the Governor vetoed the bill. As of this writing, the override poll is in progress and it has not been determined if the veto will stand.